

**INTERNATIONAL
NORVALIE MINES
LIMITED**

**ANNUAL
REPORT**

FOR THE YEAR ENDED APRIL 30

1966

OFFICERS

K. A. DAVIS, President

R. A. HALET, Ph.D., P.Eng., Vice-President

J. L. NOBLE, Secretary-Treasurer

DIRECTORS

K. A. DAVIS - - - - - Toronto, Ontario

R. A. HALET, Ph.D., P.Eng., Toronto, Ontario

J. M. MACINTOSH, Q.C. * - Toronto, Ontario

J. L. NOBLE - - - - - Toronto, Ontario

J. DOUGLAS STREIT - - - Toronto, Ontario

*** Deceased**

**Registrar and
Transfer Agent**

**GUARANTY TRUST COMPANY OF CANADA
Toronto, Ontario**

INTERNATIONAL NORVALIE MINES LIMITED

TO THE SHAREHOLDERS:

This annual report of your company, which includes financial statements for the year ended April 30, 1966, is an opportunity to up-date you on exploration progress at the properties in Ireland held by Ballycooleen Exploration Company Limited.

Two prospecting licenses are held by Ballycooleen, a company in which International Norvalie can earn a controlling interest. On one license, the Stradbally property, a program of diamond drilling has been under way since early summer.

The initial program of drilling was to be four holes on the Stradbally area property, followed by two holes on the Ballycooleen license near Avoca. The fourth hole near Stradbally encountered copper mineralization disseminated in interesting quantities, between 100 and 250 feet in the hole, and again from 590 to 710 feet. The assays are encouraging, though not of ore grade.

More drilling was required to investigate the Stradbally area. Hole No. 5 was drilled parallel to No. 4 but 250 feet above it to a depth of 524 feet. Hole No. 6 tested the zone 200 feet along strike where it has been indicated by recent Induced Polarization check surveys. Hole No. 7 is located between Holes No. 1 and No. 4. At the time of this report complete results from these holes have not been received.

Also during the summer, an Induced Polarization survey was carried out on the Ballycooleen license, a three-square mile area to the northeast and just two miles south of the St. Patrick's Copper Mines property. Two anomalies were outlined by this survey and diamond drilling has been recommended on these targets.

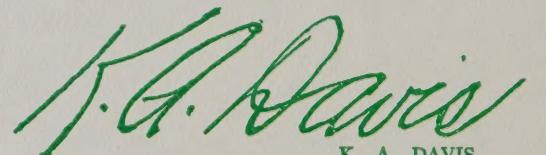
Shareholders will recall that the re-organization, carried out and approved late in 1965, was to enable your company to have the capital structure in such form as to exploit an option on a controlling block of Ballycooleen Exploration stock. The re-organization, on the basis of one new share for three old, also included the changing of your company's name from Norvalie Mines Limited.

International Norvalie's preliminary commitment is to provide \$35,000 for work on the Ballycooleen Exploration licenses.

In Northwestern Quebec, your company maintains its Bourlamaque Township claims in good standing. There are no present plans for exploration on this property.

Your directors record with regret the death this year of Mr. J. M. MacIntosh, Q.C., a valued colleague on the Board.

On behalf of the Board of Directors,


K. A. DAVIS,
President.

Toronto, Ontario,
October 3, 1966.

INTERNATIONAL NORVALIE MINES LIMITED

(Incorporated under the laws of the Province of Ontario)

Balance Sheet as at 30 April, 1966

ASSETS

CURRENT		
Cash in bank		\$ 10.70
OTHER		
Mining claims, at cost	\$ 146,310.00	
Securities at book values	15,099.10	
Deposit re geophysical survey	1,000.00	
Deposit as security bond	895.07	
	<u>163,304.17</u>	
	<u>\$163,314.87</u>	

LIABILITIES

CURRENT		
Accounts payable	\$ 12,250.71	
Loan payable	2,500.00	\$ 14,750.71
CAPITAL		
Authorized — 5,000,000 shares of a par value of \$1.00 each		
ISSUED AND FULLY PAID		
1,005,417 shares	\$ 1,005,417.00	
Plus: Premiums and discounts, net	236,923.40	
	<u>1,242,340.40</u>	
DEFICIT — per statement attached	<u>1,093,776.24</u>	<u>148,564.16</u>
		<u>\$163,314.87</u>

NOTE:

Subsequent to Balance Sheet date the company sold 200,000 treasury shares for \$60,000.00 cash and granted an option on a further 100,000 treasury shares at 35¢ per share exercisable on or before 7 September, 1966, of the aforesaid funds, the company applied \$35,000.00 to the purchase of 35 shares of Ballycooleen Exploration Company Limited.

Approved on behalf of the Board of Directors:

K. A. DAVIS, Director.

J. L. NOBLE, Director.

AUDITORS' REPORT

TO: The Shareholders of
International Norvalie Mines Limited.

We have examined the attached Balance Sheet of International Norvalie Mines Limited drawn up as at 30 April, 1966 and the related Statement of Deficit for the year ended on that date. Our examination included a general review of accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion the attached Balance Sheet and related Statement of Deficit present fairly the financial position of the company at 30 April, 1966 and the results of its operations for the year ended on that date, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Toronto, Ontario,
26 July, 1966.

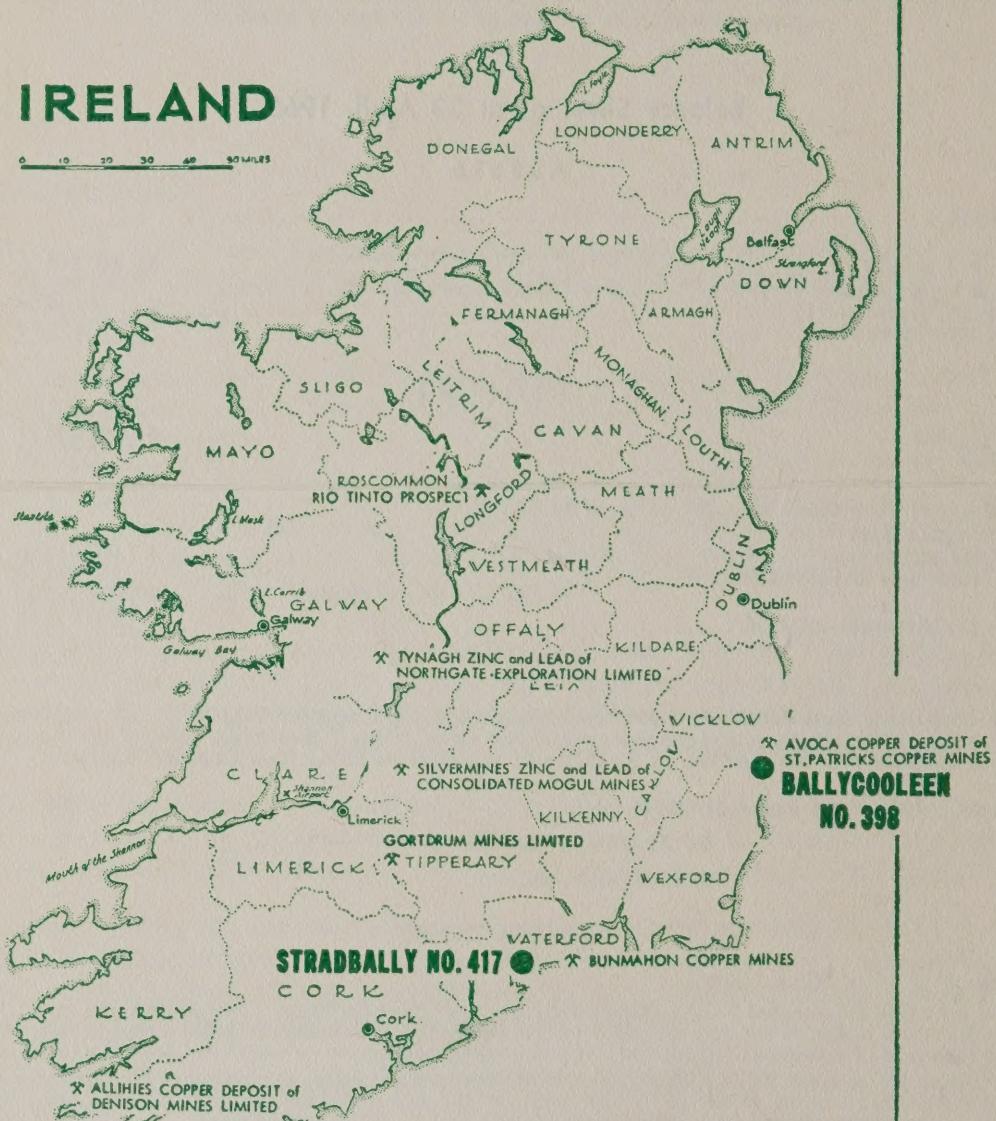
HALLADAY, ROBINSON & COMPANY,
Chartered Accountants.

Statement of Deficit for the year ended 30 April, 1966

Balance at 1 May, 1965	\$ 1,075,963.58
Add: Reorganization expense	1,912.75
Expenditures for the year:	
Management fee	\$3,650.00
Secretarial and office	3,300.00
Legal and audit	6,650.94
Shareholders' information	1,731.71
Property report	1,574.80
Property taxes	714.12
Corporation fees and tax	760.00
Travel expense	895.90
Stock transfer agent	673.39
Sundry expenses	572.42
	<u>20,523.28</u>
Deduct: Gain on disposal of investments	\$ 1,098,399.61
	4,623.37
Balance at 30 June, 1966	<u>\$ 1,093,776.24</u>

IRELAND

0 10 20 30 40 50 MILES



PROSPECTING LICENCES OF
**BALLYCOOLEEN EXPLORATION COMPANY
LIMITED**

INTERNATIONAL
**NORVALIE
MINES LIMITED**

80 RICHMOND STREET W.
TORONTO, CANADA